

March 10, 2010

**ITEM NO. C1**

**AUTHORIZATION TO EXERCISE THE FIRST ONE-YEAR OPTION TO EXTEND THE RESIDENT RELOCATION MOVING CONTRACTS WITH BIG “O” MOVERS AND STORAGE, INC., REO MOVERS AND STORAGE, INC., SMITH MOVERS INC. AND MIDWAY MOVING AND STORAGE, INC., TO PROVIDE MOVING SERVICES FOR FAMILIES RELOCATING UNDER THE PLAN FOR TRANSFORMATION**

**To the Honorable Board of Commissioners:**

**RECOMMENDATION**

It is recommended that the Board of Commissioners authorize the Chief Executive Officer or his designee to exercise the first one-year option for resident relocation moving services with Big “O” Movers and Storage, Inc., in the amount of \$325,000, Reo Movers and Storage, Inc., in the amount of \$325,000, Smith Movers Inc. in the amount of \$325,000, Midway Moving and Storage, Inc., in the amount of \$325,000, and authorize a contingency budget in the amount of \$400,000 for a total amount not-to-exceed \$1,700,000 for all contracts. The maximum aggregate compensation amount for all of the contracts combined shall be in an aggregated sum not-to-exceed \$5,039,616.

**FUNDING**

General Fund

| Name                          | Address   | Base Term | Amendment One (1) | Option Year One (1) | Total Not-to-Exceed |
|-------------------------------|---|-----------|-------------------|---------------------|---------------------|
| Big “O” Movers and Storage    | 5951 West Madison Street<br>Chicago, IL 60644   | \$625,000 | N/A               | \$325,000           | <b>\$950,000</b>    |
| Smith Movers, Inc.            | 7150 S. Halsted<br>Chicago, IL 60621            | \$625,000 | N/A               | \$325,000           | <b>\$950,000</b>    |
| REO Movers & Van Lines        | 7100 S. South Chicago Ave.<br>Chicago, IL 60637 | \$625,000 | \$150,000*        | \$325,000           | <b>\$1,100,000</b>  |
| Midway Moving & Storage, Inc. | 4100 W. Ferdinand Street<br>Chicago, IL 60624   | \$625,000 | \$250,000*        | \$325,000           | <b>\$1,200,000</b>  |
| Contingency                   |   | \$439,616 |                   | \$400,000           | <b>\$839,616</b>    |
|                               |   |           |                   | <b>\$1,700,000</b>  | <b>\$5,039,616</b>  |

**BIG “O” MOVERS AND STORAGE:**

**M/W/DBE Participation:**

**Direct: 100% MBE \_\_\_ %WBE \_\_\_ %DBE**

**Indirect: \_\_\_ %MBE \_\_\_ %WBE \_\_\_ %DBE**

**Waiver No (Yes/No)**

**Section 3: 1 (#) Hiring \_\_\_ (\$) Subcontracting \_\_\_ (\$) Other Economic Opportunities**

**SMITH MOVERS, INC.:**

**M/W/DBE Participation:**

Direct: 100% MBE      %WBE      %DBE

Indirect:      %MBE      %WBE      %DBE

Waiver No (Yes/No)

Section 3: 1 (#) Hiring      (\$) Subcontracting      (\$) Other Economic Opportunities

**REO MOVERS & VAN LINES:**

**M/W/DBE Participation:**

Direct: 100% MBE      %WBE      %DBE

Indirect:      %MBE      %WBE      %DBE

Waiver No (Yes/No)

Section 3: 2 (#) Hiring      (\$) Subcontracting      (\$) Other Economic Opportunities

**MIDWAY MOVING & STORAGE, INC.:**

**M/W/DBE Participation:**

Direct: 3 % MBE 26 %WBE      %DBE

Indirect: 20 % MBE      %WBE      %DBE

Waiver No (Yes/No)

Section 3: 2 (#) Hiring      (\$) Subcontracting      (\$) Other Economic Opportunities

**GENERAL BACKGROUND**

The Chicago Housing Authority provides relocation services to families moving into the private market with a Housing Choice Voucher or within CHA's developments under the CHA's Plan for Transformation ("the Plan"). The current contracts to provide relocation services will expire on March 31, 2010 and continued services for families impacted by the Plan are necessary.

On March 18, 2008, the Board of Commissioners authorized the Chief Executive Officer or his designee to enter into contracts with Big "O" Movers Storage, Inc., Smith Movers, Inc., REO Movers and Van Lines, Inc., and Midway Moving and Storage, Inc. to provide moving services in an amount of not-to-exceed \$3,339,616 for a twenty-four month term with two (2) one-year options, and also authorized a \$439,616 contingency budget. In December 2009, CHA utilized a portion of its board-authorized contingency funding to execute Amendment No. 1 with Midway Moving and Storage, Inc. in an amount not to exceed \$250,000 and with Reo Movers & Van Lines, Inc. in an amount not to exceed \$150,000. Amendment No. 1 with Reo Movers & Van Lines also intended to extend the base term of contract from January 16, 2010 to March 31, 2010.

Each contractor has performed satisfactorily and met its contractual requirements during the base term of the contracts, therefore it is in the best interest of CHA to exercise the first one-year option for resident relocation moving services with Big "O" Movers and Storage, Inc., in the amount of \$325,000, Reo Movers and Storage, Inc., in the amount of \$325,000, Smith Movers Inc. in the amount of \$325,000, Midway Moving and Storage, Inc., in the amount of \$325,000, and to authorize a contingency budget in the amount of \$400,000 for a total amount not-to-exceed \$1,700,000 for all contracts. The maximum aggregate compensation amount for all of the contracts combined is an amount not-to-exceed \$5,039,616.

**RESOLUTION NO. 2010-CHA-32**

**WHEREAS,** the Board of Commissioners has reviewed Board Letter dated March 10, 2010, entitled "AUTHORIZATION TO EXERCISE THE FIRST ONE-YEAR OPTION TO EXTEND THE RESIDENT RELOCATION MOVING CONTRACTS WITH BIG "O" MOVERS AND STORAGE. INC., REO MOVERS AND STORAGE, INC., SMITH MOVERS INC. AND MIDWAY MOVING AND STORAGE, INC., TO PROVIDE MOVING AND RELOCATION SERVICES FOR FAMILIES RELOCATING UNDER THE PLAN FOR TRANSFORMATION"

**THEREFORE, BE IT RESOLVED BY THE CHICAGO HOUSING AUTHORITY**

**THAT,** the Board of Commissioners authorizes the Chief Executive Officer or his designee to exercise the first one-year option for resident relocation moving services with Big "O" Movers and Storage, Inc., in the amount of \$325,000, Reo Movers and Storage, Inc., in the amount of \$325,000, Smith Movers Inc. in the amount of \$325,000, Midway Moving and Storage, Inc., in the amount of \$325,000, and authorizes a contingency budget in the amount of \$400,000 for a total amount not-to-exceed \$1,700,000 for all contracts. The maximum aggregate compensation amount for all of the contracts combined is an amount not-to-exceed \$5,039,616.

